

Mathieu Fournier

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HEC Montréal – Office 4.230

3000 Chemin de la Côte-Sainte-Catherine, Montréal,
QC, H3T 2B1, Canada

Phone (Office): +1 (514) 340-7192

E-mail: mathieu.fournier@hec.ca

Web site: www.mathieufournier.net

Current Appointment

Assistant Professor | HEC Montreal | 05/2014 – Present

Director of HEC Montréal Trading Lab | 09/2016 – Present

Past Appointments

Industry Related

Quantitative analyst | National Bank FX Trading Desk | 2012

Responsibilities: (1) To work in direct collaboration with FX traders to design currency option pricing models. (2) To implement and estimate the option pricing models developed. (3) To assess each model's performance based on historical option prices. (4) To produce a report describing in detail each model, its assumptions, its estimation, as well as its performance. (5) To make trading recommendations based on (4).

Academic related

Teaching assistant | P. Christoffersen, R. Elkamhi, J. Hull, & A. White | Rotman school of management | 2010 – 05/2014

- Advanced Derivatives Pricing (Master of Mathematical Finance), Application of Derivatives (MBA), Financial Markets (Undergraduate), Fixed Income Derivatives (MBA), Options and Futures (MBA)

Lecturer | Rotman school of management | Fall 2012

- Options and Futures (Undergraduate)

Lecturer | HEC Montréal | Fall 2008

- Introduction to Stochastic Calculus (M.Sc. & Financial Engineering)

Education

PHD in Finance | Rotman School of Management – University of Toronto | 08/2009 – 11/2014

- **Dissertation:** Essays in Volatility Modeling and Option Pricing
- **Advisor:** Peter Christoffersen (Chair) | **Committee:** Redouane Elkamhi, Christian Gouriéroux, Chayawat Ornthanalai and Jason Wei

M.Sc. in Finance | HEC Montréal – Université de Montréal | 08/2007 – 08/2009

- **Thesis:** Option Replication with Transaction costs: An Empirical Comparison of Stochastic Volatility Models and Rebalancing Strategies
- **Advisors:** Pascal François and Lars Stentoft

B.Comm. in Finance | John Molson School of Business – Concordia University | 08/2003 – 08/2007

Research Interests

- Empirical and theoretical asset pricing
- Financial Frictions and market incompleteness
- Financial assets dependence and volatility modeling
- Predictable patterns in returns and trading strategy

- Derivatives and risk management

Refereed Research Publication

- *The factor structure in equity options* (with P. Christoffersen & K. Jacobs)
 . Forthcoming – *The Review of Financial Studies*
- *A Tractable Framework for Option Pricing with Dynamic Market Maker Inventory and Wealth* (with K. Jacobs)
 . *R&R – JFQA*
- *Beta Risk in the Cross-Section of Equities* (with A. Bolorforoosh, P. Christoffersen, & C. Gouriéroux)
 . *R&R – RFS*

Working Papers

- *Option-based estimation of co-skewness and co-kurtosis risk premia* (with P. Christoffersen, K. Jacobs, & M. Karoui)
- *When the options market disagrees* (with R. Goyenko & G. Gunnar)

Seminars and Conference Proceedings

The factor structure in equity options (* denotes co-authors' presentations)

- European Finance Association, (Lugano, Suisse), 2014.
- Sixth Annual SoFiE Conference, (Singapore, Singapore), 2013.*
- University of Chicago, Booth, (Chicago, US), 2013.*
- New York University, NYU, (New York, US), 2013.*
- University of Maryland, (Washington, US), 2013.*
- University of Lausanne, EPFL, (Lausanne, Suisse), 2013.*
- Zurich University, (Zurich, Suisse), 2013.*
- Miami University, (Miami, US), 2013.*
- IFSID Conference on Structured Products and Derivatives (Montréal, Canada), 2012.*
- Northern Finance Association, (Niagara Falls, Canada), 2012.
- Optionmetrics Users Conference (New York, US), 2012.
- Getulio Vargas Foundation, (Rio de Janeiro, Brésil), 2012.*
- Laval University, (Québec, Canada), 2012.
- IFM2 Mathematical Finance Days (Montréal, Canada), 2011.

A Tractable Framework for Option Pricing with Dynamic Market Maker Inventory and Wealth

- American Finance Association, (San Francisco, US), 2016.
- Swiss Finance Institute HEC Lausanne, (Lausanne, Suisse), 2014.
- University of Toronto, Rotman, (Toronto, Canada), 2014.
- HEC Montréal, (Montréal, Canada), 2014.
- Bank of Canada, (Ottawa, Canada), 2014.
- Northern Finance Association, (Ottawa, Canada), 2014.
- IFM2 Mathematical Finance Days (Montréal, Canada), 2013.
- IFSID Conference on Structured Products and Derivatives (Montréal, Canada), 2013.

Option-based estimation of co-skewness and co-kurtosis risk premia

- American Finance Association, (Boston, US), 2015.*
- Seventh Annual SoFiE Conference, (Toronto, Canada), 2014.*
- Northern Finance Association, (Lake Louise Canada), 2014.
- Bank of Canada, (Ottawa, Canada), 2014.*

When the options market disagrees

- Northern Finance Association, (Mont-Tremblant, Canada), 2016.
- The Financial Intermediation Research Society FIRS, (Lisbon, Portugal), 2016*.
- Midwest Finance Association, (Atlanta, US), 2016.*
- IFSID Conference on Structured Products and Derivatives, (Montréal, Canada), 2015.*

Beta Risk in the Cross-Section of Equities

- European Finance Association (Warsaw, Poland), 2018.
- 10th SoFiE Conference, (New York, US), 2017.
- Swiss Finance Institute, (Lausanne, Switzerland), 2017.
- OptionMetrics User Conference, (New York, US), 2016.
- University of Toronto - Rotman, (Toronto, Canada), 2016.
- McGill University, (Montréal, Canada), 2016.

Honors & Awards

Rotman School of Management

- Capital Market Graduate Fellowship PhD (2010, 2011, and 2012)

HEC Montréal

- Summa Cum Laude – Highest GPA of Graduating Class (2009)
- Best Finance M.Sc. Thesis Award (2009)
- Excellence Scholarship (2008)
- Graduate Honour List (2008)
- Great Distinction Scholarship: M.Sc. & PhD Program (2008)

John Molson School of Business

- Undergraduate Distinction (2007)
- Beta Gamma Sigma Member (2007)

Conference Discussions

Market maker inventory, bid/ask spreads, and the computation of option implied risk measures. (B. Eraker & D. Osterrieder).

- HEC-McGill Winter Conference (Sunshine Village, Canada), 2018.
- Best Discussion Award.

Systematic Liquidity and Leverage. (B. Kahraman & H. Tookes)

- HEC-McGill Winter Conference (Ferne, Canada), 2017.

Hiding behind Writing: Communication in the Offering Process of Mortgage-Backed Securities. (H. H. Zhang, F. Zhao & X. Zhao)

- 27th Conference on financial economics and accounting CFEA (Toronto, Canada), 2016.

The price of the smile and variance risk premia. (P. Gruber, C. Tebaldi & F. Trojani)

- European Finance Association (Oslo, Norway), 2016.

Why do option returns change sign from day to night? (D. Muravyev & N. Xuechuan)

- IFSID Conference on Structured Products and Derivatives, (Montréal, Canada), 2015.

The term structure of CDS spreads and sovereign credit risk. (P. Augustin)

- Northern Finance Association (Ottawa, Canada), 2014.

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Mortgage risk and the yield curve. (A. Malkhozov, P. Mueller, A. Vedolin, & G. Venter)

- IFSID Conference on Structured Products and Derivatives, (Montréal, Canada), 2012.

Refereeing Activities

The Journal of Finance, The Review of Financial Studies, Review of Finance, Review of Asset Pricing Studies, Journal of Financial Econometrics, Journal of Financial Markets, Journal of Business and Finance, Journal of Credit Risk, North American Journal of Economics and Finance.

Other Information

Citizenship: French, **Permanent Resident of Canada,** **Languages:** French (Mother Tongue), English (Fluent)

Student Supervision

- **Aldriche-chirlet Moussavou:** The modeling of convenience yield in the commodity market.
- **Yan Geng:** Equity risks and the cross-section of stock returns.
- **Gabriel Bédard:** Implementation of liquidity risk assessment measures for fixed income strategies.
- **Jihane Guennouni:** Implementation of monitoring analytics for private placement portfolios.
- **Dominic Bouchard:** The Pricing, replication, and hedging of TSX-VIX Futures using stochastic volatility models.
- **Rémi Galarneau-Vincent:** The pricing of the yield curve: US high yield corporate yield curve and the sovereign yield curve of emerging countries.
- **Tom Imbernon:** Application of the Heston model for pricing equity derivatives based on Monte-Carlo methods.
- **Alexis Gosselin Masson:** Risk factors and risk premia in equally weighted portfolios of emerging countries.
- **Zhu Yanfang:** Downside risk in Chinese ADRs – Co-supervised with Pascal François.

References

PETER CHRISTOFFERSEN

Professor of Finance
University of Toronto
105 St. George Street #473
Toronto, ON, CANADA, M5S 3E6
Phone: +1 (416) 946-5511

REDOUANE ELKAMHI

Professor of Finance
University of Toronto
105 St. George Street #440
Toronto, ON, CANADA, M5S 3E6
Phone: +1 (416) 887-0724

KRIS JACOBS

Professor of Finance
University of Houston
334, Melcher Hall #240E
Houston, TX, USA, 77204-6021
Phone: +1 (713) 743-2826

JASON WEI

Professor of Finance
University of Toronto
105 St. George Street #438
Toronto, ON, CANADA, M5S 3E6
Phone: +1 (416) 978-3698